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## Programme and Budget Committee

First additional session
Vienna, 22 November 1993
Item 3 of the provisional agenda

# PROGRAMME AND BUDGETS, 1994-1995

Note by the Secretariat

The Programme and Budget Committee may wish to consider the adoption of the following draft conclusion:

"The Programme and Budget Committee:

"(a) Recalls Industrial Development Board decisions IDB.11/Dec.24 and IDB.11/Dec.40;

"(b) Considers the adjusted proposals of the Director-General for the programme of work for the 1994-1995 biennium and the corresponding total resource requirements by major programme to be financed from the regular and operational budgets as contained in document PBC/AS.1/2-IDB.11/32-GC.5/14/Rev.1 and Corr.1;

"(c) Notes that the exchange rate applied in these estimates is US$ 1 = AS 12.90 for the regular and operational budgets and these estimates would be adjusted to take account of the United Nations accounting rate of exchange prior to the end of the fifth session of the General Conference;

"(d) Notes that the inflation rates have been updated in the adjusted proposals;

"(e) Recommends to the Industrial Development Board the adoption of the following draft decision:

'The Industrial Development Board:

'(i) Decides to submit to the General Conference for consideration and approval the programme and budgets for 1994-1995 as contained in document PBC/AS.1/2-IDB.11/32-GC.5/14/Rev.1 and Corr.1;

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'(ii) Recommends to the General Conference the approval on the basis of an exchange rate of US$ 1 = AS 12.90 of appropriations in the amount of $229,320,200 for the regular budget of the Organization in 1994-1995 as reflected in the following table:

| | Appropriations | Estimated income (in US dollars) | Net requirements |
|---|---|---|---|
| Policy-making Organs | 2,231,700 | | 2,231,700 |
| General Management | 10,944,000 | | 10,944,000 |
| Country Strategy and Programme Development | 19,800,100 | | 19,800,100 |
| Mobilization and Management of Financial Resources | 7,253,400 | | 7,253,400 |
| Information and Research | 14,675,500 | | 14,675,500 |
| Human Resource, Enterprise and Private Sector Development | 11,545,700 | | 11,545,700 |
| Industrial Subsector Development and Environment | 21,804,000 | | 21,804,000 |
| Investment and Technology Promotion | 17,590,200 | | 17,590,200 |
| Common Programmes | 17,178,000 | | 17,178,000 |
| Operational Support Services | 6,461,400 | 249,000 | 6,212,400 |
| Joint and Common Services | 64,584,400 | 28,743,600 | 35,840,800 |
| Administration | 35,251,800 | 2,422,000 | 32,829,800 |
| Miscellaneous Income | - | 1,595,300 | (1,595,300) |
| Total | 229,320,200 | 33,009,900 | 196,310,300 |

Note: The amounts presented in the table are to be adjusted in accordance with the adjustment formula presented at the end of the present decision to take account of exchange rate variations during the biennium.

'(iii) Also recommends to the General Conference that the foregoing net requirements be financed from payments of contributions by Member States under the provisions of financial regulation 5.5(e), amounting to $196,310,300 at an exchange rate of US$ 1 = AS 12.90 ($23,557,200 plus the equivalent in US dollars of AS 2,228,514,990) in accordance with decisions to be adopted by the General Conference at its fifth session concerning the scale of assessments;

'(iv) Further recommends to the General Conference the approval of estimates of expenditure totalling $35,050,000 at an exchange rate of US$ 1 = AS 12.90 for the purpose of the operational budget for the biennium 1994-1995 to be financed from voluntary contributions and such other income as might be provided for in the financial regulations.

Adjustment formula in US dollars

| Appropriations | US dollars | Austrian schillings |
|---|---|---|
| Policy-making Organs | 197,900 + | ( 26,236,000 /R) |
| General Management | 1,195,300 + | (125,757,800 /R) |
| Country Strategy and Programme Development | 2,542,100 + | (222,628,200 /R) |
| Mobilization and Management of Financial Resources | 832,100 + | ( 82,834,300 /R) |
| Information and Research | 1,868,300 + | (165,212,700 /R) |
| Human Resource, Enterprise and Private Sector Development | 1,302,100 + | (132,142,600 /R) |
| Industrial Subsector Development and Environment | 2,376,000 + | (250,621,400 /R) |
| Investment and Technology Promotion | 2,265,600 + | (197,686,800 /R) |
| Common Programmes | 3,883,200 + | (171,503,500 /R) |
| Operational Support Services | 666,900 + | ( 74,749,000 /R) |
| Joint and Common Services | 5,006,700 + | (768,552,200 /R) |
| Administration | 3,997,200 + | (403,184,300 /R) |
| Subtotal - Appropriations | 26,133,400 + | (2,621,108,800 /R) |
| Estimated income | | |
| Operational Support Services | 23,800 + | ( 2,905,000 /R) |
| Joint and Common Services | 1,663,200 + | (349,337,200 /R) |
| Administration | 172,700 + | ( 29,015,700 /R) |
| Miscellaneous | 716,500 + | ( 11,335,910 /R) |
| Subtotal - Estimated Income | 2,576,200 + | (392,593,810 /R) |
| TOTAL NET REQUIREMENTS | 23,557,200 + | (2,228,514,990 /R) |

Note 1: The net requirements shown above assume a ratio of 12 per cent in US dollars and 88 per cent in Austrian schillings at an exchange rate of US$ 1 = AS 12.90.

Note 2: R represents the average United Nations exchange rate for Austrian schilling to US dollar which will be experienced during 1994-1995.'"